

FIRST QUARTER 2022

GOVERNMENT SECURITIES MONEY MARKET FUND | APCXX, APHXX, APSXX  
U.S. TREASURY FUND | APGXX, APKXX, APNXX, APJXX

# Money Market Fund Commentary

## (Government Securities Money Market Fund & U.S. Treasury Fund)



### Why should investors consider investing in this Fund?

The money market fund industry has had an unparalleled record of safety and convenience over its 50-plus-year-history. According to Peter Crane of the Money Fund Symposium, money market funds have paid about \$1 trillion in interest over the past 50-plus years, double that of banks. Although rates are certainly low at present, they are expected to rise quickly this year, and money market funds can be an appropriate holding place for assets needing liquidity.

### Market Overview

On March 16, in a widely telegraphed move, the Federal Reserve Open Market Committee (FOMC) raised their federal funds target rate range 25 basis points from 0.25% to 0.50%.

### Positioning the Money Market Funds

*Portfolio composition is subject to change.*

The Federal Reserve has finally initiated a campaign to raise and normalize interest rates, and our money market funds are positioned to take advantage of those rates by keeping weighted average maturities short so that the funds can quickly reflect higher yields as the Fed is expected to raise rates throughout the year. In the Government Securities Money Market Fund, Secured Overnight Financing Rate (SOFR) floating rate notes also quickly reflected the increase in rates. The next Fed announcement is scheduled for May 4.



## DISCLOSURES

**An investor should consider a fund's investment objectives, risks and charges and expenses carefully before investing or sending money. This and other important information about an investment company can be found in the fund's prospectus. To obtain a Cavanal Hill Funds prospectus or summary prospectus, please call 800-762-7085 or visit us at [www.cavanalhillfunds.com](http://www.cavanalhillfunds.com). Please read it carefully before investing.**

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***You could lose money by investing in the Fund. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.***

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